



DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL

MELANIE M. CHESNEY
DEPUTY AUDITOR GENERAL

September 24, 2010

Governing Board
Santa Cruz Valley Union High School District No. 840
900 North Main Street
Eloy, AZ 85231-2040

Members of the Board:

Previously we notified you that the District had not complied with the *Uniform System of Financial Records* (USFR) based on our status review of the District as of November 3, 2008. We subsequently performed another status review of the District's internal controls as of June 21, 2010. Our review covered the deficiencies we had previously communicated to management and deficiencies included in the District's June 30, 2009, audit reports and USFR Compliance Questionnaire. The purpose of our most recent status review was to determine whether the District was in substantial compliance with the USFR as of the date of that review. Our review consisted primarily of inquiries and selective testing of accounting records and control procedures. The review was more limited in scope than would be necessary to express an opinion on the District's internal controls. Accordingly, we do not express an opinion on its internal controls or ensure that all deficiencies were disclosed.

We acknowledge the District's diligence in correcting its deficiencies. As a result, the District has complied with the USFR. Any remaining deficiencies have been discussed with District management.

Thank you for the assistance and cooperation that your administrators and staff provided during our status review. If you have questions concerning this matter, please call Michael Stelpstra, Accounting Services Manager, at (602) 553-0333.

Sincerely,

Debbie Davenport
Auditor General

cc: Ms. Charie Wallace, Superintendent
Dr. Jeff Van Handel, Business Manager
Santa Cruz Valley Union High School District No. 840